

MINUTES
STATE BOARD OF FINANCE
April 19, 2011
OFFICE OF THE OMB DIRECTOR
STATE HOUSE ROOM 212

Members in Attendance:

Adam Horst, SBA Director
Tim Berry, Auditor of State
Richard Mourdock, Treasurer of State

Also in Attendance

Kirke Willing, Deputy Auditor
Jay Collins, Budget Agency
Zachary Jackson, SBA
Leah Raider, SBA
Kathy Frick, Auditor Office

CALL TO ORDER

SBA Director Adam Horst called the meeting to order.

APPROVAL OF MINUTES

Auditor of State moved to approve the minutes from the March 15, 2011 meeting, Treasurer Richard Mourdock seconded, and the minutes were unanimously approved.

INDIANA ARTS COMMISSION FUNDS RETURN

The Indiana Arts Commission requested to return \$21,800.04 to the Office of the Lieutenant Governor's Rural Economic Development Fund (30456). The Office of the Lieutenant Governor previously provided these funds to support the Indiana Artisan Program within the Indiana Arts Commission (Fund 48552). This program is now an independent 501(c) (3) entity and does not receive, nor require, State funding. There remains a balance in the fund from the initial grant, and the Indiana Arts Commission is requesting that these funds be returned to the Office of the Lieutenant Governor.

Auditor Berry moved to approve the return, Treasurer Richard Mourdock seconded, and the return was unanimously approved.

INDIANA CRIMINAL JUSTICE INSTITUTE TRANSFER

The Indiana Criminal Justice Institute (ICJI) requested to transfer state match dollars from their Department of Justice (DOJ) Fund (60100) to the respective agencies' DOJ funds listed below in order to supplement the sub-grant federal funding these agencies receive from ICJI, which is the State Administering Agency for multiple federal grants from the Department of Justice. These transfers are in keeping with longstanding practice for these programs; however, due to the handling of federal grants on the states ENCOMPASS system, the match funds must be transferred to the respective agency upfront rather than ICJI reimbursing agencies in arrears for their programmatic expenditures:

- Indiana Supreme Court (Fund 60010) - \$35,000
- Indiana State Police (Fund 60800) - \$581,628
- Public Defender Council (Fund 62430) - \$119,719
- Department of Correction (Fund 62510) - \$188,524

Auditor Berry moved to approve the transfer, Treasurer Richard Mourdock seconded, and the transfer was unanimously approved.

INDIANA VETERANS' HOME TRANSFER

The Indiana Veterans' Home (IVH) requested a transfer of \$1,626,405.88 from the IVH Medicaid Reimbursement Fund (45105) to the Family and Social Services Administration's Office of Medicaid Policy and Planning (Fund 15050). Per a Memorandum of Understanding (MOU) between the two agencies, the IVH is to transfer the quarterly state match for Medicaid reimbursed services back to OMPP. The total state share for FY11 Q1 is \$780,920.33 and \$845,484.75 for Q2. Once returned to OMPP, these funds will be used as state match for other Medicaid services.

Auditor Berry moved to approve the transfer, Treasurer Richard Mourdock seconded, and the transfer was unanimously approved.

DEPARTMENT OF CHILD SERVICES TRANSFER

The Department of Child Services (DCS) requested a transfer \$589,083.55 from the Family and Children Fund (17022) to the Family and Social Services Administration's Office of Medicaid Policy and Planning (Fund 15050). Per a MOU between the two agencies, DCS is to transfer the quarterly state match for Medicaid reimbursed services (Developmental Disabilities waiver services and Supervised Group Living placements for persons with disabilities) back to OMPP. The total state share requested for Q1 is \$281,965.00 and \$307,118.55 for Q2. Once returned to OMPP, these funds will be used as state match for other Medicaid services.

Auditor Berry moved to approve the transfer, Treasurer Richard Mourdock seconded, and the transfer was unanimously approved.

INDIANA DEPARTMENT OF HEALTH TRANSFER

The Indiana State Department of Health (ISDH) requested a transfer of \$925,000 from the Community Health Centers appropriation (Fund 30420) to the Family and Social Services Administration's Office of Medicaid Policy and Planning (Fund 15050). Per a MOU between ISDH and OMPP, this funding will be used to provide the state match for Medicaid to support the implementation of the behavioral health integration model at Health Net, a federally qualified health center in Indianapolis.

Auditor Berry moved to approve the transfer, Treasurer Richard Mourdock seconded, and the transfer was unanimously approved.

DEPARTMENT OF NATURAL RESOURCES TRANSFER

The Department of Natural Resources (DNR) requested \$2,667,132 be transferred from DNR's Capital General Fund (19100) appropriation to the Indiana Department of Transportation's Maintenance Services fund (30512) for the reconstruction of the Koontz Lake dam. Per a MOU between the two agencies, DNR is responsible for all design work, while INDOT is taking the lead in reconstructing the dam and State Road 23, which is located on top of the current dam. In addition to the construction funding from DNR, it is estimated that INDOT's share of the reconstruction costs will be approximately \$2,000,000.

Auditor Berry moved to approve the transfer, Treasurer Richard Mourdock seconded, and the transfer was unanimously approved.

INDIANA DEPARTMENT OF TRANSPORTATION TRANSFER

The Indiana Department of Transportation (INDOT) requested that \$25,000 be transferred from INDOT's State Construction appropriation (Fund 30550) to the Department of Natural Resources' DOT Fund (61650). There is a MOU between INDOT and DNR for the shared cost of repairing the mine subsidence damage to SR 62 near Chandler, IN. A remediation plan for the subsidence problem calls for grouting the mine cavities, and this \$25,000 is the state's share of the mine grouting work.

Auditor Berry moved to approve the transfer, Treasurer Richard Mourdock seconded, and the transfer was unanimously approved.

INDIANA DEPARTMENT OF TRANSPORTATION TRANSFER

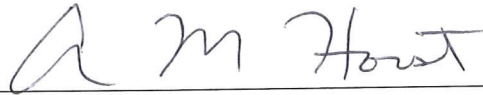
The Indiana Department of Transportation requested that \$14,676.47 be transferred from INDOT's State Construction appropriation (Fund 30550) to the Department of Natural Resources' DOT Fund (61650). There is a MOU between INDOT and DNR for the shared cost of investigation, design, construction, and construction management services for the rehabilitation of the Hamilton Lake dams and spillway system and State Road 1/427 crossing in Hamilton, Indiana. This transfer represents INDOT's share of this portion of the project.

Auditor Berry moved to approve the transfer, Treasurer Richard Mourdock seconded, and the transfer was unanimously approved.

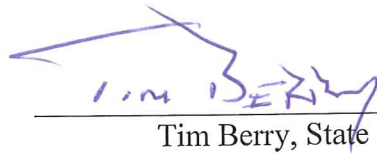
NEW OR OTHER BUSINESS

No new business was brought before the Board.

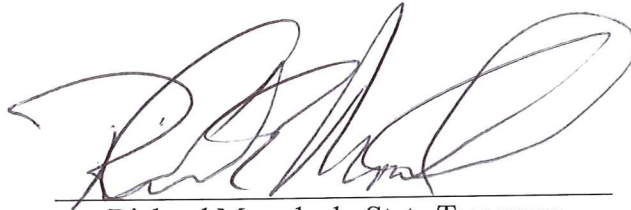
ADJOURNMENT

Handwritten signature of Adam Horst in black ink, featuring a stylized 'A' and 'M' followed by 'Horst'.

Adam Horst, SBA Director

Handwritten signature of Tim Berry in purple ink, featuring a stylized 'T' and 'B' followed by 'Berry'.

Tim Berry, State Auditor

Handwritten signature of Richard Mourdock in black ink, featuring a stylized 'R' and 'M' followed by 'Mourdock'.

Richard Mourdock, State Treasurer